

Norman H. Bangerter, Governor Dee C. Hansen, Executive Director Dianne R. Nielson, Ph.D., Division Director

355 W. North Temple • 3 Triad Center • Suite 350 • Salt Lake City, UT 84180-1203 • 801-538-5340

June 12, 1985

Mr. Niels B. Haubold Manager of Mines Umetco Minerals Corporation P. O. Box 1029 Grand Junction, Colorado 81502

Dear Mr. Haubold:

RE: Deremo Mine Water Discharge and Reclamation Proposal, Deremo Uranium Mine, ACT/037/025, San Juan County, Utah

This letter is written in response to your correspondence of May 25, 1984 and February 13, 1984 from Mr. Bruce Greene which were forwarded in response to the Division's October 19, 1983 letter which listed deficiencies and outstanding concerns at the Deremo Mine. We have also received and reviewed the 1984 MR-3 annual report for the Determo-Peterson Mine (received June 3, 1985).

The Division wishes to extend its apologies for the delay in providing a formal response to these submissions and hopes that this delay has not caused the company any unnecessary hardship.

If the Company has not already done so, the operator is hereby granted approved to proceed with the proposed plans as outlined in the May 25 and February 13, 1984 letters. The operator has addressed the remaining questions concerning the Deremo Mine water discharge problems.

Thank you very much for your cooperation and patience in resolving the remaining concerns. Should you have any questions or comments pertaining to the above, please feel free to contact myself or Wayne Hedberg of the permitting staff at your convenience.

Best regards,

Lowell P. Braxton

Swell P Bregitin

Administrator

Mineral Resource Development and Reclamation Program

DWH/btb
cc: Pam Grubaugh-Littig
Wayne Hedberg
Sue Linner

8992R-85